J. ROBERT WOOLEY

DOCKET NO. 499, 737 DIV. D

VERSUS

19TH JUDICIAL DISTRICT COURT
PARISH OF EAST BATON ROUGE

THOMAS S. LUCKSINGER, ET AL

STATE OF LOUISIANA

AMENDED PETITION

NOW INTO COURT, through undersigned counsel, comes plaintiff, J. Robert Wooley, Commissioner of Insurance for the State of Louisiana ('the Commissioner') in his capacity as Liquidator of AmCare Health Plans of Louisiana, Inc. ("AmCare"), a wholly owned subsidiary of AmCareCo, Inc. ("AmCareCo"), who requests leave of this Honorable Court to file the following Amended Petition:

The Commissioner amends Paragraph 1 of the original petition as follows:

1.

Made defendants herein are the following:

- A. Thomas S. Lucksinger, an individual of full age of majority, domiciled in the State of Texas and upon information and belief, was doing business in the State of Louisiana as officer and/or director of AmCareCo, AmCare and /or AmCare Management Inc. ("AmCare Management");
- B. Michael D. Nadler, an individual of the full age of majority and upon information and belief, who is domiciled in the State of Texas and a resident of the State of Alabama, was doing business in the State of Louisiana as officer and/or director of AmCareCo, AmCare and /or AmCare Management;
- C. Stephen J. Nazarenus, and individual of the full age of majority, domiciled in the State of Texas and upon information and belief, was doing business in the State of Louisiana as officer and/or director of AmCareCo, AmCare and/or AmCare Management;
- D. Scott Westbrook, an individual of full age of majority, domiciled in the State of Louisiana and upon information and belief, was doing business in the State of Louisiana as officer and/or director of AmCare;
- E. Michael K. Jhin, an individual of full age of majority, domiciled in the State of Texas and upon information and belief, was doing business in the State of Louisiana as officer and/or director of AmCareCo, AmCare and/or AmCare Management;
- F. William F. Galtney, an individual of full age of majority, domiciled in the State of Texas and upon information and belief, was doing business in the State of Louisiana as officer and/or director of AmCareCo, AmCare and/or AmCare Management;
- G. John P. Mudd, individual of full age of majority, domiciled in the State of Florida and upon information and belief, was doing business in the State of Louisiana as officer and/or director of AmCareCo, AmCare and/or AmCare Management;
- H. Executive Risk Indemnity, Inc., a foreign insurer doing business in the State of Louisiana, who issued a Diversified Health Care Organization Directors and Officers Liability Insurance Policy Including Employment Practices Liability Coverage to its officers and directors of AmCareCo, AmCare and/or AmCare Management;

- I. Executive Risk Management Associates, a foreign entity, doing business in the State of Louisiana with Executive Risk Indemnity, Inc., who issued a Diversified Health Care Organization Directors and Officers Liability Insurance Policy Including Employment Practices Liability Coverage and also doing business with Executive Risk Specialty Insurance Company, who issued a Managed Care Organization Policy to its officers and directors of AmCareCo, AmCare and/or AmCare Management;
- J. Executive Risk Specialty Insurance Company, a foreign insurer, doing business in the State of Louisiana, who issued a Managed Care Organization Errors and Omissions Liability Insurance Policy to its officers and directors of AmCareCo, AmCare and/or AmCare Management;
- K. Executive Liability Underwriters, a foreign entity and upon information and belief, was doing business in the State of Louisiana with Greenwich Insurance Company, who issued a Management Liability and Company Reimbursement Policy to its officers and directors of AmCareCo, AmCare and for AmCare Management; and
- L. Greenwich Insurance Company, a foreign insurer, doing business in the State of Louisiana, who issued a Management Liability and Company Reimbursement Policy to its officers and directors of AmCareCo, AmCare and/or AmCare Management;
- M. AmCareCo, Inc., a foreign business entity, doing business in the State of Louisiana, with officers and directors of AmCareCo, AmCare and/or AmCare Management.

The Commissioner inserts new Paragraph 1-A of the original petition as follows:

1-A

AmCare Management, Inc. and/or AmCare Management, Inc. in Receivership, is a foreign business entity, authorized to do and formerly doing business in the State of Louisiana, which is a wholly owned subsidiary of AmCareCo, Inc, and which provided management services for AmCare and its parent company and affiliates, but which company was placed in receivership in the State of Texas by order of the 200th Judicial District Court for Travis County, Texas, dated December 16, 2002, and entered an order staying all proceedings as to AmCare Management, Inc. and requiring the filing of a proof of claim with the receiver as to any and all claims asserted against AmCare Management, Inc., such as the claims herein, and for these reasons is not made a defendant herein at present, and therefore because of its insolvency and the receivership proceedings and the stay order in the Texas proceeding, its insurers are liable to plaintiffs pursuant to the Louisiana Direct Action Statute, La. R.S. 22:655, et seq.

2.

The Commissioner re-avers and re-alleges all of the allegations contained in Paragraphs 2-49 of the Original Petition, as though copied herein *in extenso*.

WHEREFORE, J. Robert Wooley, Commissioner of Insurance for the State of Louisiana and Liquidator of the HMO, pray that the Amended Petition be served on defendants and that this Honorable Court will grant judgment in favor of plaintiff and against defendants, Thomas S. Lucksinger, Michael D. Nadler, Stephen J. Nazarenus, Scott Westbrook, John P. Mudd, Michael K. Jhin, Williams F. Galtney, John P. Mudd, Executive Risk Indemnity, Inc., Executive Risk Management Associates, Executive Risk Specialty Insurance Company, Executive Liability Underwriters, Greenwich Insurance Company, and AmCareCo, Inc with prejudice and for the cost of all legal interest from the date of judicial demand and for all legal orders and decrees necessary in obtaining all general and equitable relief.

Respectfully Submitted:

Kimberly S. Morgan (18439) MORGAN LAW FIRM

9456 Jefferson Highway, Suite D

Baton Rouge, LA 70809 Telephone: (225) 293-8070 Facsimile: (225) 291-0870

Yolanda G. Martin (21744) YOLANDA G. MARTIN, APLC 1651 Lobdell Ave., Suite 203B

Baton Rouge, LA 70806 Telephone: (225)925-1106 Facsimile: (225) 925-0996

ATTORNEYS FOR J. ROBERT WOOLEY, COMMISSIONER OF INSURANCE FOR THE STATE OF LOUISIANA

THATON ROUGE MATSH.LA

THATON ROUGE MATSH.LA

1SEP 17 PHE 45

1SEP 17 PHE 45

1SEP 17 PHE 45

1SEP 17 PHE 45

104 0 9 0 5

CERTIFICATE OF SERVICE

Kimberly S. Morgan

SERVICE INFORMATION NEXT PAGE

STEATON ROUGE PARSH IA TRUE COPY

SEP 17 PILD46

DOUG WELLDCK-3

DOUG WELLDCK-3

DOUG WELLDCK-3

DOUG WELLDCK-3

DOUG WELLDCK-3

PLEASE SERVE:

Scott Westbrook

702 Grand Lakes Drive Baton Rouge, LA 70810

Greenwich Insurance Company

Through Its Named Counsel of Record Robert J. Burns, Jr. PERRY ATKINSON, BALHOFF, MENGIS & BURNS, L.L.C. 2141 Quail Run Drive P.O. Box 83260 Baton Rouge, LA 70884-3260

3 Thomas S. Lucksinger

Through his Named Counsel of Record J. Wendell Clark Patrick D. Seiter Amy C. Lambert ADAMS AND REESE LLP 451 Florida Street, Bank One Centre North Tower, 19th Floor Baton Rouge, LA 70801

4 Michael D. Nadler

Through his Named Counsel of Record J. Wendell Clark
Patrick D. Seiter
Amy C. Lambert
ADAMS AND REESE LLP
451 Florida Street, Bank One Centre
North Tower, 19th Floor
Baton Rouge, LA 70801

5 Stephen J. Nazarenus

Through his Named Counsel of Record J. Wendell Clark Patrick D. Seiter Amy C. Lambert ADAMS AND REESE LLP 451 Florida Street, Bank One Centre North Tower, 19th Floor Baton Rouge, LA 70801

AmCareCo, Inc.

Through his Named Counsel of Record J. Wendell Clark Patrick D. Seiter Amy C. Lambert ADAMS AND REESE LLP 451 Florida Street, Bank One Centre North Tower, 19th Floor Baton Rouge, LA 70801

Michael K. Jhin

Through his Named Counsel of Record Harry J. Philips, Jr. Robert W. Barton TAYLOR, PORTER, BROOKS & PHILLIPS, L.L.P. 451 Florida St., 8th Floor Bank One Centre P.O. Box 2471 Baton Rouge, LA 70821

8 Williams F. Galtney

Through his Named Counsel of Record
Harry J. Philips, Jr.
Robert W. Barton
TAYLOR, PORTER, BROOKS & PHILLIPS, L.L.P.
451 Florida St., 8th Floor
Bank One Centre
P.O. Box 2471
Baton Rouge, LA 70821

9 Executive Risk Indemnity, Inc.

Through Its Named Counsel of Record Kelsey B. Kormich PHELPS DUNBAR, LLP Suite 701 City Plaza 445 North Boulevard Baton Rouge, LA 70802

10 Executive Risk Management Associates

Through Its Named Counsel of Record Kelsey B. Kormich PHELPS DUNBAR, LLP Suite 701 City Plaza 445 North Boulevard Baton Rouge, LA 70802

// Executive Risk Specialty Insurance Company

Through Its Named Counsel of Record Kelsey B. Kormich PHELPS DUNBAR, LLP Suite 701 City Plaza 445 North Boulevard Baton Rouge, LA 70802

12 Executive Liability Underwriters

Through Its Named Counsel of Record Robert J. Burns, Jr. PERRY ATKINSON, BALHOFF, MENGIS & BURNS, L.L.C. 2141 Quail Run Drive P.O. Box 83260 Baton Rouge, LA 70884-3260

PLEASE SERVE VIA LONG-ARM

John P. Mudd 411 Alhambra Circle Coral Gables, FL 33134 J. ROBERT WOOLEY

DOCKET NO. 499, 737 SEC.21

VERSUS

 19^{TH} JUDICIAL DISTRICT COURT

THOMAS S. LUCKSINGER, ET AL

PARISH OF EAST BATON ROUGE

STATE OF LOUISIANA

VERIFICATION

STATE OF LOUISIANA

PARISH OF EAST BATON ROUGE

BEFORE ME, the undersigned authority, duly commissioned and qualified within and for the State and Parish aforesaid personally came and appeared:

MARLON HARRISON

a person known by me, Notary Public, to be of lawful age and a resident of the Parish of Baton Rouge, Louisiana and who, after first being duly sworn by me, did depose and say:

That he is the Court-appointed Receiver for AmCare Health Plans of Louisiana, Inc., in Rehabilitation.

That he has read the foregoing Petition and the allegations contained therein are true and correct to the best of his personal knowledge, information and belief.

MARLON HARRISON

SWORN TO AND SUBSCRIBED before me, this

_, 2003

ر day of

NOTARY BIJBLIC

CAST BATON ROUSE FARISH LA 03 SEP 17 PM 12-15 18 TOLERA A RECORDED TO DOUGH WELDORN